

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

A

W-01997A
Adaman Mutual Water Company
16251 W Glendale Ave
Litchfield Park, AZ 85340

RECEIVED

APR 18 2007

AZ CORP COMM
Director Utilities

ANNUAL REPORT

FOR YEAR ENDING

12	31	2006
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FOR COMMISSION USE

ANN 04	06
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PROCESSED BY:

4-16-07 RF

SCANNED

COMPANY INFORMATION

Company Name (Business Name) <u>Adaman Mutual Water Company</u>		
Mailing Address <u>16251 W. Glendale Avenue</u> (Street)		
<u>Litchfield Park,</u> (City)	<u>AZ</u> (State)	<u>85340</u> (Zip)
<u>623 935-2837</u> Telephone No. (Include Area Code)	<u>623 935-1236</u> Fax No. (Include Area Code)	<u>602 390-3167</u> Pager/Cell No. (Include Area Code)
Email Address <u>adaman@airtelbb.com</u>		
Local Office Mailing Address <u>Same</u> (Street)		
<u>Same</u> (City)	<u>Same</u> (State)	<u>Same</u> (Zip)
<u>Same</u> Local Office Telephone No. (Include Area Code)	<u>Same</u> Fax No. (Include Area Code)	<u>Same</u> Pager/Cell No. (Include Area Code)
Email Address _____		

MANAGEMENT INFORMATION

Management Contact: <u>David Schofield</u> (Name)			<u>General Manager/Treasurer</u> (Title)		
<u>Same as above</u> (Street)			<u>Same as above</u> (City)	<u>Same as above</u> (State)	<u>Same as above</u> (Zip)
<u>Same as above</u> Telephone No. (Include Area Code)		<u>Same as above</u> Fax No. (Include Area Code)		<u>Same as above</u> Pager/Cell No. (Include Area Code)	
Email Address _____					
On Site Manager: _____ (Name)					
<u>Same as above</u> (Street)		<u>Same as above</u> (City)		<u>Same as above</u> (State) (Zip)	
<u>Same as above</u> Telephone No. (Include Area Code)		<u>Same as above</u> Fax No. (Include Area Code)		<u>Same as above</u> Pager/Cell No. (Include Area Code)	
Email Address _____					

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: David Schofield

(Name)

16251 W. Glendale Avenue

(Street)

Litchfield Park, AZ 85340

(City)

(State)

(Zip)

623 935-2837

Telephone No. (Include Area Code)

623 935-1236

Fax No. (Include Area Code)

602 390-3167

Pager/Cell No. (Include Area Code)

Attorney: Norman D. James

(Name)

3003 N. Central Avenue #2600 Phoenix, AZ 85012-2913

(Street)

(City)

(State)

(Zip)

602 916-5000

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☐ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co-op (A)

☐ Receivership (R)

☐ Limited Liability Company

☒ Other (Describe) Non Profit Corporation

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☒ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

COMPANY NAME

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements	10,053	10,053	-0-
307	Wells and Springs	237,059	125,140	111,919
311	Pumping Equipment	77,589	75,155	2,434
320	Water Treatment Equipment	12,181	11,802	379
330	Distribution Reservoirs and Standpipes	45,548	20,687	24,861
331	Transmission and Distribution Mains	288,132	186,435	10,169
333	Services	52,869	37,296	15,573
334	Meters and Meter Installations	52,869	37,296	15,573
335	Hydrants	2,541	1,409	1,132
336	Backflow Prevention Devices	574	452	122
339	Other Plant and Misc. Equipment	5,610	5,322	288
340	Office Furniture and Equipment	2,561	1,091	1,470
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	3,746	3,317	429
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	738,463	478,159	260,306

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME

ADAMAN MUTUAL WATER COMPANY

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements	1,219	.2	3
307	Wells and Springs	134,251	5	6,187
311	Pumping Equipment	13,975	13	1,847
320	Water Treatment Equipment	3,905	6	238
330	Distribution Reservoirs and Standpipes	45,548	5	2,277
331	Transmission and Distribution Mains	168,550	5	7,617
333	Services			
334	Meters and Meter Installations	38,954	14	5,267
335	Hydrants	2,541	10	254
336	Backflow Prevention Devices	574	10	57
339	Other Plant and Misc. Equipment	5,610	5	281
340	Office Furniture and Equipment	2,560	15	384
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	2,513	14	358
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	420,200	6	24,770

This amount goes on the Comparative Statement of Income and Expense _____
 Acct. No. 403.

BALANCE SHEET

Acct No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 127,932	\$ 174,795
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	14,912	20,150
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments	3,761	4,763
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 146,605	\$ 199,708
	FIXED ASSETS		
101	Utility Plant in Service	\$ 735,202	\$ 738,463
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation -- Utility Plant	460,352	478,159
121	Non-Utility Property		
122	Accumulated Depreciation -- Non Utility		
	TOTAL FIXED ASSETS	\$ 274,850	\$ 260,304
	TOTAL ASSETS	\$ 421,455	\$ 460,012

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$ -0-	\$ 18,954
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	560	1,985
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	2,181	2,493
	TOTAL CURRENT LIABILITIES	\$ 2,741	\$ 23,432
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 35,018	\$ -0-
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	95,222	91,158
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	21,385	21,385
272	Less: Amortization of Contributions	11,679	12,723
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 104,928	\$ 99,820
	TOTAL LIABILITIES	\$ 142,687	\$ 123,252
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 2,503	\$ 2,503
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	276,265	334,257
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 289,768	\$ 336,760
	TOTAL LIABILITIES AND CAPITAL	\$ 421,455	\$ 460,012

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 271,707	\$ 299,638
460	Unmetered Water Revenue		
474	Other Water Revenues		
	TOTAL REVENUES	\$ 271,707	\$ 299,638
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 82,047	\$ 84,375
610	Purchased Water		1,857
615	Purchased Power	29,274	32,526
618	Chemicals	1,628	3,556
620	Repairs and Maintenance	57,398	37,682
621	Office Supplies and Expense	4,298	4,373
630	Outside Services	9,416	24,093
635	Water Testing	4,496	4,965
641	Rents	6,700	8,400
650	Transportation Expenses	12,627	7,670
657	Insurance – General Liability	7,023	4,007
659	Insurance - Health and Life	3,948	3,455
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	3,039	5,382
403	Depreciation Expense	26,797	24,770
408	Taxes Other Than Income		
408.11	Property Taxes	12,347	11,478
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 261,038	\$ 258,589
	OPERATING INCOME/(LOSS)	\$ 10,669	\$ 41,049
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$ 715	\$ 1,476
421	Non-Utility Income	1,998	908
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	2,679	1,155
	TOTAL OTHER INCOME/(EXPENSE)	\$ 34	\$ 1,229
	NET INCOME/(LOSS)	\$ 10,703	\$ 42,278

COMPANY NAME	ADAMAN MUTUAL WATER COMPANY
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SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	7/25/01			
Source of Loan	Meridian Bank			
ACC Decision No.	59739			
Reason for Loan	Capital Improvement			
Dollar Amount Issued	\$ 104,099	\$	\$	\$
Amount Outstanding	\$ -0-	\$	\$	\$
Date of Maturity	7/26/06			
Interest Rate	6 %	%	%	%
Current Year Interest	\$ 1,112	\$	\$	\$
Current Year Principle	\$ 27,887	\$	\$	\$

Meter Deposit Balance at Test Year End	\$ 24,706.40
Meter Deposits Refunded During the Test Year	\$ 4,747.90

COMPANY NAME ADAMAN MUTUAL WATER COMPANY	
Name of System 07001	ADEQ Public Water System Number (if applicable)

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-620807	100	550	1089	14" @ 602' 12" @ 756'	6"	1979

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
10	1	3	
15	1		
30	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
200,000	1	3,000	1

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME	ADAMAN MUTUAL WATER COMPANY	
Name of System	07001	ADEQ Public Water System Number (if applicable)

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2		
3		
4	APC & pvc	38,769
5		
6	PVC	21,305
8		
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	31
3/4	40
1	138
1 1/2	32
2	11
Comp. 3	
Turbo 3	3
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

5 GPH CHEMICAL METERING PUMPS

100 Gallon solution tank

Chlorine residual test kit

Sand Filters

Chlorine house

STRUCTURES:

Fences, Signs

OTHER:

Power generator

Computer Eqpt & software

Tools

Pumping Eqpt

Well

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME: ADAMAN MUTUAL WATER COMPANY

Name of System ADEQ Public Water System Number (if applicable)

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2006

MONTH/YEAR	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	253	819070	955200	
FEBRUARY	256	869360	1026800	
MARCH	255	743620	858900	
APRIL	256	806930	935400	
MAY	257	1019320	1157500	
JUNE	256	1376260	1580400	
JULY	257	1385800	1535900	
AUGUST	256	1266920	1402400	
SEPTEMBER	258	1156840	1310900	
OCTOBER	259	1083280	1116200	
NOVEMBER	261	856060	994900	
DECEMBER	261	862550	1021800	
TOTALS →		12246010	13896300	

What is the level of arsenic for each well on your system? .013 mg/l
(If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? _____ GPM for _____ hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?
☒ Yes ☐ No

Is the Water Utility located in an ADWR Active Management Area (AMA)?
☒ Yes ☐ No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
☐ Yes ☒ No

If yes, provide the GPCPD amount: _____

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME ADAMAN MUTUAL WATER COMPANY YEAR ENDING 12/31/2006

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2006 was: \$ 11,912.54

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

14254

ADAMAN MUTUAL WATER CO.

16251 WEST GLENDALE AVENUE
LITCHFIELD PARK, ARIZONA 85340
(623) 935-2837

MERIDIAN BANK
11 WEST VAN BUREN STREET
AVONDALE, AZ 85323

91-499/1221

14254

DATE Oct 6, 2006 AMOUNT *****\$5,739.21

Memo:

Five Thousand Seven Hundred Thirty-Nine and 21/100 Dollars

Maricopa County Treasurer
100 County Administration Bldg
301 W. Jefferson Street
Phoenix, AZ 85003

Charles M. Scott
David Schofield
AUTHORIZED SIGNATURE

Security features. Details on back.

ED

014254 122104994 2100019723

0000573921

DO NOT WRITE, STAMP OR SIGN BELOW THIS LINE
RESERVED FOR FINANCIAL INSTITUTION USE *

00026484 9940 9940 00 10-30-06

BANK OF AMERICA, N.A. JPE
#1221017064 E3441 99 P04
10/22/06

for Treasurer US

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Microprint Line	• No Smudges or smudges as dotted line
Character Sensitive Paper	• Stains or smudges clearly appear with
Security Screen	• Chemical and Absence of "Original Document" verbiage on back of check

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16251 WEST GLENDALE AVENUE
LITCHFIELD PARK, ARIZONA 85340
(623) 935-2837

MERIDIAN BANK
 11 WEST VAN BUREN STREET
 AVONDALE, AZ 85323

91-499/1221

14050

14050

DATE _____

AMOUNT

Dec 31, 2005

****\$6,173.33

PAY
TO THE
ORDER
OF

Memo:

Six Thousand One Hundred Seventy-Three and 33/100 Dollars

Maricopa County Treasurer
100 County Administration Bldg
301 W. Jefferson Street
Phoenix, AZ 85003

3/100 Dollars

Charles W. [Signature]

David Schufeldt

AUTHORIZED SIGNATURE

Security features. Details on back.

014050 1: 122104994: 2100019723

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 Security Screen

RS-52

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 FEDERAL RESERVE BOARD OF GOVERNORS REG. U.S. PAT. & TM. OFF.



**Meridian
Bank, N.A.**

Page 2
1-31-06
2100019723
9 - 113

AVONDALE BANKING CENTER
PO BOX 39009
PHOENIX, AZ

85069

ADAMAN MUTUAL WATER COMPANY
16251 W GLENDALE AVE
LITCHFIELD PARK AZ 85340-9524

Other Deposit/Credit Activity

Date	Description	Amount
1-12	MISC CREDIT MEMO	1821.51
1-31	INT PMT 12/31/05 THRU 01/30/06	14.49

Total Other Deposits/Credits 2 1,836.00

Other Withdrawal/Debit Activity

Date	Description	Amount
1-31	SERVICE CHARGE	13.05

Total Other Withdrawals 1 13.05

Checks Paid

No.	Date	Amount	No.	Date	Amount
14032	1-04	437.50	14042	1-25	866.80
14033	1-04	30.00	14043	1-26	80.63
14034	1-04	51.81	14044	1-24	187.45
14035	1-03	9050.58	14045	1-24	120.00
14036	1-23	2772.00	14046	1-23	1350.44
14037	1-19	1124.66	14047	1-27	42.26
14038	1-18	2034.00	14048	1-25	650.00
14039	1-18	77.75	14050*	1-24	6173.33
14040	1-18	62.00	14052*	1-27	520.08
14041	1-19	648.36	14053	1-31	19.55

Total Checks Paid 20 26,299.20

* break in numeric sequence

Daily Balance Summary

Date	Balance	Date	Balance	Date	Balance
12-31	95403.19	1-03	86352.61	1-04	85833.30
1-12	87654.81	1-13	93160.50	1-18	90986.75
1-19	89213.73	1-23	85091.29	1-24	80766.91
1-25	79250.11	1-26	79169.48	1-27	78607.14
1-31	89001.61				

For information about your account
please contact your Branch of account
or call (623) 931-7000

NOTICE: SEE REVERSE SIDE FOR IMPORTANT INFORMATION.

**VERIFICATION
AND
SWORN STATEMENT
Taxes**

RECEIVED

APR 13 2007

AZ CORP COMM
Director Utilities

VERIFICATION

STATE OF Arizona
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)
<u>Maricopa</u>
NAME (OWNER OR OFFICIAL) TITLE
<u>David Schofield, General Manager</u>
COMPANY NAME
<u>ADAMAN MUTUAL WATER COMPANY</u>

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2006</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

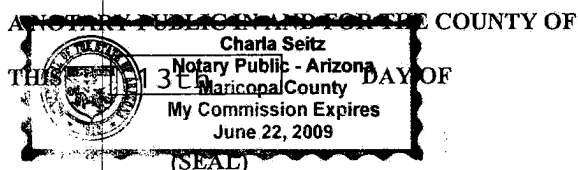
SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.


SIGNATURE OF OWNER OR OFFICIAL
623 935-2837
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME



COUNTY NAME	<u>Maricopa</u>
MONTH	<u>April</u>
	<u>20</u> ⁰⁷


SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES 06/22/2009

COMPANY NAME _____ **YEAR ENDING 12/31/2006**

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported

Estimated or Actual Federal Tax Liability

State Taxable Income Reported

Estimated or Actual State Tax Liability

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances

Amount of Gross-Up Tax Collected

Total Grossed-Up Contributions/Advances

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

SIGNATURE

DATE

PRINTED NAME

TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

RECEIVED

APR 13 2007

AZ CORP COMM
Director Utilities

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)
<u>Maricopa</u>
NAME (OWNER OR OFFICIAL) TITLE
<u>David Schofield</u>
COMPANY NAME
<u>Adaman Mutual Water Company</u>

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2006</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2006 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 318,880

(THE AMOUNT IN BOX ABOVE

INCLUDES \$ 19,242

IN SALES TAXES BILLED, OR COLLECTED)

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**



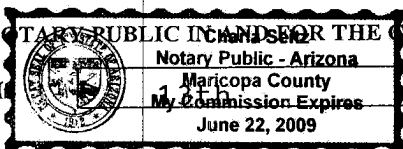
SIGNATURE OF OWNER OR OFFICIAL
623 935-2837

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS



(SEAL)

DAY OF

COUNTY NAME	
<u>Maricopa</u>	
MONTH <u>April</u>	<u>2007</u>



SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES 06/22/2009

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE**
Intrastate Revenues Only

RECEIVED

APR 13 2007

AZ CORP COMM
Director Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) Maricopa	
NAME (OWNER OR OFFICIAL) David Schofield	TITLE General Manager
COMPANY NAME ADAMAN MUTUAL WATER COMPANY	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2006

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

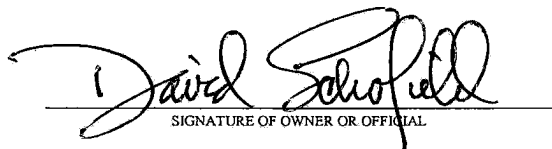
SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2006 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES \$ <u>117,986</u>
--

THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 7,120
IN SALES TAXES BILLED, OR COLLECTED)

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

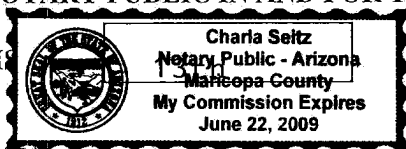

SIGNATURE OF OWNER OR OFFICIAL

623 935-2837
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS



DAY OF

(SEAL)

MY COMMISSION EXPIRES

NOTARY PUBLIC NAME	
COUNTY NAME Maricopa	
MONTH April	20 07

X 
SIGNATURE OF NOTARY PUBLIC

06/22/2009